- 13 to retraining.
- 14 Q. Is that the remedy, that the employees then go
- 15 to some sort of retraining course or it might be just a
- 16 day or it might be longer, depending on what they're
- 17 missing?
- 18 A. Correct, yes. It could be as short as 30
- 19 minutes in terms of what we call an around the desk
- 20 session with the supervisor to cover something that's
- 21 relatively minor, it could be a four-hour session with an
- 22 instructor in a more formal setting, or it could be, if
- 23 it's part of their continuation training curriculum, it
- 24 could be anywhere from a day to five days, to give them
- 25 training on subjects or products that they had not 0150
- 1 previously being trained on.
- Perhaps, again, as I went through earlier, we
- 3 have initial training, and then we have a series of
- 4 continuation training that's defined to -- essentially,
- 5 it's called a training track. It's designed to make these
- 6 folks fully functional over a period of time on all the
- 7 different resale products and processes.
- 8 Q. Now the other instance, which I think you said
- 9 was a minority of the time where you actually go back and
- 10 change the M&P, how does that work? What's the process
- 11 for doing that?
- 12 A. Generally, enhancements to the M&P come from the
- 13 LISC service reps and order writers, through their direct
- 14 supervisor, over to my first level staff responsible for
- 15 the M&P, and we have a form that they fill out,

- 16 essentially, and they forward to my staff.
- 17 Q. Kind of like an employee suggestion, almost?
- 18 A. It's a little more formal than that, but yes.
- 19 Q. Is there some process for rewarding employees
- 20 for making suggestions, which lead to increases in
- 21 productivity?
- 22 A. Not that I am aware of.
- 23 Q. The employees we are talking about here are the
- 24 service reps, correct?
- 25 A. And order writers.

- 1 Q. These are bargained-for employees -- do you
- 2 understand that term?
- 3 A. The union.
- 4 Q. Well, they are either members of the union or
- 5 they may choose not to be members of the union, but they
- 6 get the same rate of pay because they are subject to the
- 7 collective bargaining agreement?
- 8 A. Correct, yes.
- 9 Q. So I am going to use the term bargained-for,
- 10 because that covers both who are members of the union and
- 11 not members of the union.
- 12 A. Right. We usually say represented and nonunion
- 13 members. That's fine, I understand what you mean.
- 14 Q. My point is, they don't get paid any more
- 15 whether they work hard -- if they handle a hundred orders
- 16 a day or two orders a day, correct?
- MR. KOLTO-WININGER: Objection. Argumentative,

- 18 but go ahead. You can answer the question.
- 19 THE WITNESS: No, they don't get paid any
- 20 differently. They certainly are appraised differently
- 21 because they don't get paid any differently.
- 22 MR. ETTINGER: Q. Is there any process in there
- 23 to encourage employees to make suggestions to improve the
- 24 procedures in the LISC, to become more efficient?
- 25 A. I don't personally know of a formal process for 0152
- 1 doing that, but I would have to defer to Don Griffin who
- 2 has the LISC.
- 3 Q. I take it when you get suggestions for change,
- 4 you are receptive to those changes?
- 5 A. Absolutely.
- 6 Q. If you think they are good?
- 7 A. Yes.
- 8 Q. And just to recap, those changes come up through
- 9 the LISC management over to your side, and I forget the
- 10 official name of your group?
- 11 A. Business process group.
- 12 Q. The business process group?
- 13 A. Yes.
- 14 Q. Do they come all the way up to Don Griffin? Do
- 15 they go up the line and back down the line, like the
- 16 switching functions we talked about before?
- 17 A. No, no. They go directly from the LISC
- 18 management team into my management team. It's not
- 19 necessary for them to escalate it up to Don Griffin and
- 20 then across to me.

- 21 Q. Is it necessary for your management team to
- 22 escalate it to you in order to make a change?
- 23 A. No.
- Q. Let me ask this, how -- you are constantly, as
- 25 stated before, studying the processes in the LISC in order 0153
- 1 to improve them, correct?
- 2 A. Yes.
- 3 Q. And you have a staff of how many people total?
- 4 I am not asking direct reports, I am asking all.
- 5 A. About 20 to 25. I have both permanent full-time
- 6 employees and contract employees as well.
- 7 Q. Let me ask you about —
- 8 A. Can I interrupt you for a second and ask if we
- 9 can take just a two-minute health break?
- 10 MR. ETTINGER: Yeah, sure.
- 11 THE WITNESS: Thank you.
- 12 (Recess taken.)
- 13 MR. ETTINGER: Back on the record.
- 14 Q. Before the break, I think we were talking about
- 15 the number of people who report to you, and I think you
- 16 said approximately 25, both employees and contract
- 17 personnel?
- 18 A. Yes.
- 19 Q. Looking first at the full-time employees, are
- 20 they all management employees?
- 21 A. Yes.
- 22 Q. By similar token, the contract employees, at

- 23 least they are not covered by union contract?
- 24 A. Correct.
- 25 Q. And they are treated like management employees?
- 1 I don't mean for pay purposes, but for supervisory
- 2 purposes.
- 3 A. Yes, although none of my first level staff has
- 4 subordinates, including my contract folks, but they are
- 5 all considered to be managers.
- 6 Q. Right. They're specialists, if you will?
- 7 A. Yes.
- 8 Q. Just like Mr. Kolto, if he were an employee,
- 9 would be considered manager, if he didn't have a
- 10 subordinate?
- 11 A. Correct.
- 12 Q. So you have both your contract people and your
- 13 employees are specialists, if you will, in writing
- 14 procedures?
- 15 A. Yes.
- 16 Q. In between you and your first level supervisors,
- 17 you have a number of second level managers, correct?
- 18 A. My second level managers direct report to me.
- 19 Q. Right.
- 20 A. Yes.
- 21 Q. Do they do anything other than supervise? Do
- 22 they also write procedures?
- 23 A. Two of my second level managers are supervising
- 24 managers, the other second level manager and the contract
- 25 project managers do not have subordinates, and they are

- 1 considered project managers.
- 2 Q. And there's project managers who actually write
- 3 things?
- 4 A. No. Actually they have inter-departmental
- 5 teams. They do process development with these
- 6 inter-departmental teams, as well as issues management.
- 7 Implementation functions belong to them, and it's the
- 8 first level staff that does the actual writing of
- 9 procedures.
- 10 Q. You mentioned a number of functions in your last
- 11 answer, like process management. Maybe you can define
- 12 those terms for me.
- 13 A. Process management is largely the function of
- 14 developing business processes and managing those processes
- 15 after implementation, in terms of looking for
- 16 opportunities to improve processes. Again, issues
- 17 management, acting as an on-site support for the LISC and
- 18 their management team during implementation, those types
- 19 of functions.
- 20 Q. Do you or your group have responsibility for
- 21 writing processes for other organizations at Pacific,
- 22 other than the LISC?
- 23 A. No.
- Q. Do you have a budget that you are subject to?
- 25 A. My district?
- 0156
 - I Q. Yeah.
- A. No.

- 3 Q. Your district does not have a budget, that you
- 4 know of?
- 5 A. No, I personally do not have a budget for my
- 6 district.
- 7 Q. Who is your direct supervisor now? Is it still
- 8 Ms. Spain?
- 9 A. No, John Stankey.
- 10 Q. You report directly to John Stankey?
- 11 A. Yes.
- 12 Q. To your knowledge, does Mr. Stankey have a
- 13 budget?
- 14 A. As far as I know he does, yes.
- 15 Q. So the costs of your organizations are included
- 16 in his budget?
- 17 A. Yes.
- 18 Q. But you don't know -- you don't have any costs
- 19 that you manage personally?
- 20 A. No.
- 21 Q. So what happens if you determine that you --
- 22 hypothetically, you needed to add 10 people, either as
- 23 employees or as contract employees, for a period of a
- 24 year, say, next year. How would you go about doing that?
- 25 Would you have to ask permission from Mr. Stankey, or do 0157
- 1 you have authority to just go out and do it?
- 2 A. I would get permission from Mr. Stankey to add
- 3 head count, either permanent or contract.
- 4 Q. And Mr. Stankey became your boss on January
- 5 16th, 1997, is that correct?

- 6 A. That sounds about right, yes.
- 7 Q. And prior to that time, who did you report to?
- 8 A. I reported to Carol Spain, who was on maternity
- 9 leave -- is on maternity leave.
- 10 Q. So in December and early January, you reported
- 11 to Carol Spain, who was on maternity leave?
- 12 A. Right.
- 13 Q. So if you needed something from your supervisor,
- 14 who would you go to?
- 15 A. Eileen Arbues.
- 16 Q. Now Ms. Arbues is still part of the industry
- 17 markets group, or is she not?
- 18 A. Yes, she is.
- 19 Q. So basically, at some point, you were
- 20 transferred from her organization to Mr. Stankey's
- 21 organization?
- 22 A. Yes.
- Q. And that was when Mr. Stankey came in?
- 24 A. Yes.
- 25 Q. I see. Going back to the time that you reported 0158
- 1 up the line to Ms. Arbues, did you ever have occasion to
- 2 add employees, either permanent or contract?
- 3 A. Yes.
- 4 Q. And at that time, did you have a budget?
- 5 A. No.
- 6 Q. I take it then, you needed to ask permission
- 7 from Ms. Arbues?

- 8 A. Yes.
- 9 Q. Did you do so?
- 10 A. Yes.
- 11 Q. What was the result?
- 12 A. I added staff.
- 13 Q. Did you add as many as you asked for?
- 14 A. Yes.
- 15 Q. How many was that, do you remember?
- 16 A. It has varied throughout '95 and '96. I asked
- 17 for and got seven in '95. I asked for and got another 12
- 18 in second or third quarter '96.
- 19 Q. Does that complete your answer?
- 20 A. Yes.
- 21 Q. And since the time that you've reported to
- 22 Mr. Stankey, have you had occasion to ask for an increase
- 23 in your staff?
- 24 A. No.
- Q. What process do you, as the manager of this 0159
- 1 group, go through in determining that you, A, that you
- 2 need to add people and, B, determine how many people to
- 3 add?
- 4 A. We look at the products that are coming into the
- 5 resale market, either as a result of contract negotiations
- 6 or regulatory activities. We determine how many hours
- 7 it's going to take the methods developer to write the M&P,
- 8 test it, implement it, essentially within the LISC.
- 9 We also look at the scope of the project, in
- 10 terms of whether it is a long-term project, something that

- 11 we are going to need to manage that's fairly, fairly
- 12 large, or if it's strictly a single product for which a
- 13 process and M&P can be developed.
- 14 And then we go into a maintenance mode that will
- 15 influence whether or not we actually need another head
- 16 count to accommodate it, or whether we absorb that into
- 17 the work group of the organization.
- 18 Q. Does Pacific have M&P's for writing M&P's?
- 19 A. Pacific offers courses for writing and,
- 20 essentially, a number of those courses are applicable to
- 21 the writing of M&P's.
- Q. So the people who write M&P's have gone through
- 23 some training at Pacific?
- 24 A. Yes.
- $\,$ Q. Let me ask you. The contract people you have, $\,$ 0160 $\,$
- 1 are they basically former Pacific Bell employees?
- 2 A. Some are.
- 3 Q. Some of whom took early retirement or something?
- 4 A. Some did, yes.
- 5 Q. And there was a great offer in 1996 --
- 6 MR. KOLTO-WININGER: Objection. Vague.
- 7 MR. ETTINGER: Strike the question.
- 8 Q. Is it your belief that your staff is currently
- 9 large enough to handle the work that it has before it for
- 10 the rest of 1997, or do you anticipate needing to add
- 11 employees?
- 12 A. I am going to be adding employees, largely to

- 13 fill out the requests that I made in 1996. It's very --
- 14 it's sometimes very difficult to find qualified people to
- 15 fill these positions, so I am continuing to fill the
- 16 positions that I requested and got approval for in 1996.
- 17 In addition, I lost three members of my staff to early
- 18 retirement, so we are back filling those positions.
- 19 Q. So the 12 that you alluded to earlier for the
- 20 third quarter of '96, you didn't get them all at once?
- 21 You are in the process of finding them?
- 22 A. Correct.
- 23 Q. So you have vacancies right now?
- 24 A. Correct.
- Q. You have 25 employees and how many vacancies?0161
- 1 A. Actually, I have head count for about 30 plus
- 2 employees. I can't give you an exact number as to the
- 3 vacancies. Each of my supervising second level managers
- 4 has the count on what's required for each of their teams.
- Q. And let's assume that your head count is filled
- 6 within a reasonably short time frame. If that were the
- 7 case, would you then have enough head count to
- 8 satisfactorily complete your tasks in 1997, as you
- 9 understand them now to be?
- 10 A. I believe so, yes.
- 11 Q. So then it's fair to assume that if your work
- 12 stays as you anticipate it to be, that you don't
- 13 anticipate asking for additional head count through the
- 14 rest of this year?
- 15 A. Correct.

- 16 Q. Have you looked beyond 1997 in head count?
- 17 A. To a certain extent, yes. In terms of, again,
- 18 as to whether I pick up contract employees to handle a
- 19 short-term project, or a permanent full-time head count to
- 20 handle something that's going to require maintenance going
- 21 forward, so in that sense, yes.
- 22 Q. Do you anticipate expanding sometime in 1998, or
- 23 contracting?
- A. No, I don't anticipate expanding or contracting.
- 25 I anticipate that I am going to remain stable. 0162
- 1 Q. I take it that, in the event you have to
- 2 contract, that the -- first, by contract I mean getting
- 3 smaller, the first place where you would jettison head
- 4 count is contract employees?
- 5 A. Yes.
- 6 Q. That's a Pacific Bell policy?
- 7 A. Yes.
- 8 Q. In filling the head count that you have, what
- 9 are the skills that you look for in hiring people for your
- 10 group?
- 11 A. We look for strong written communication skills,
- 12 oral communication skills and probably in that order, in
- 13 terms of priority, because they are writers first, because
- 14 they are presenters. We look for subject matter
- 15 expertise, background in the -- in the area that we are
- 16 going to be asking them to perform.
- 17 So in other words, we would look for someone

- 18 with PBX background to write PBX Methods and Procedures
- 19 and develop PBX business processes. We look to see if
- 20 they have experience as a manager with Pacific Bell and
- 21 have experience with the development of business
- 22 processes. We look for experience and knowledge in the
- 23 use of certain software applications, both word processing
- 24 applications as well as business systems applications
- 25 internal to Pacific Bell.

- In other words, do they have experience with our
- 2 service order system and our Hypertext retrieval system,
- 3 it's called Superbook. Those kinds of basic skills for
- 4 inputting M&P and formulating M&P for purposes of use
- 5 online.
- 6 Q. Is telecommunications experience an absolute
- 7 necessary prerequisite to be hired into your group?
- 8 A. No.
- 9 Q. So you could -- would you hire somebody, for
- 10 example, is it possible to hire right out of college?
- 11 A. Yes.
- 12 Q. So then these people wouldn't have any
- 13 experience with Pacific Bell systems, would they?
- 14 A. That's true.
- 15 Q. Do you have an order of priority as to hiring or
- 16 adding people to your group? In other words, you first
- 17 look for Pacific Bell employees, second, you look for
- 18 employees of other telephone companies, and third, look
- 19 for all others or something?
- 20 A. That's pretty much the priority. We would look

- 21 internally first. We would look for lateral candidates,
- 22 existing first level managers, and of course, in priority
- 23 within that first level group, we would look for
- 24 previously experienced Methods and Procedures writers or
- 25 training people who have experience doing training or 0164
- 1 developing training and/or technical, developing technical
- 2 materials, technical writers.
- 3 We would then, having exhausted that, we would
- 4 then look for people with telecommunications background
- 5 and very strong written skills. We generally ask for
- 6 examples or samples of their writing capabilities. And
- 7 then we would -- and then we would look for folks that
- 8 have potentially telecom background but do have strong
- 9 written analytical skills, are proficient in the use of
- 10 Word and the other applications that we use for developing
- 11 M&P, that type of thing.
- 12 Q. Do all new hires to your group go through a
- 13 training course?
- 14 A. There is not one prescribed training course for
- 15 M&P writers. There are a series of different courses, and
- 16 eventually, yes, the members of my staff attend that
- 17 training.
- 18 Q. Do they also have to --
- MR. KOLTO-WININGER: Is this an issue in the
- 20 case of how -- I have given you quite a bit of latitude
- 21 about whether this is relevant, but we have been 20
- 22 minutes on how we hire M&P personnel.

- 23 MR. ETTINGER: An issue in the case is whether
- 24 Pacific devoted adequate resources to --
- 25 MR. KOLTO-WININGER: M&P's?

- MR. ETTINGER: Well, no. To the entire planning
- 2 of the LISC.
- 3 MR. KOLTO-WININGER: Okay.
- 4 MR. ETTINGER: And this is one aspect of it I
- 5 think I am entitled to. I am just about done with this.
- 6 MR. KOLTO-WININGER: All right.
- 7 MR. ETTINGER: If you are getting bored, I will
- 8 move on.
- 9 MR. KOLTO-WININGER: Very.
- 10 MR. ETTINGER: Q. I am not sure if this was
- 11 asked, so forgive me, but were you involved, in any way,
- 12 in estimating the capacity of the LISC, how many orders
- 13 per day it can handle?
- 14 A. No.
- 15 Q. So I think I showed you an exhibit and you were
- 16 not involved in that?
- 17 A. No.
- 18 Q. Similarly, there are other exhibits in the case,
- 19 and I will go through these quickly and ask if you were
- 20 involved -- Exhibit 4, which is a letter from Mr. Sinn to
- 21 Ms. Collier at AT&T, which estimates the LISC capacity at
- 22 2,000 per day by the end of January 1997, and the letter
- 23 is dated December 4th, 1996. Were you involved, in any
- 24 way, in coming up with that estimate?
- 25 A. No.

- I Q. It's your recollection you were not consulted by
- 2 Mr. Sinn about making that estimate?
- A. That's my recollection.
- 4 Q. Exhibit 5 is a letter from Ms. Fetter to
- 5 Ms. Hedg-peth of AT&T, dated December 11th. It uses the
- 6 same 2,000 order per day LISC capacity estimate by the end
- 7 of January. Were you involved in making that estimate?
- 8 A. Not to my recollection.
- 9 Q. And so it's your recollection you weren't
- 10 consulted by Ms. Fetter about this letter?
- 11 A. Correct.
- 12 Q. And finally, Exhibit 6 is a letter from
- 13 Mr. Moulton to Reed Hundt, Chairman of the FCC, dated
- 14 December 13th, 1996, which estimates that the LISC will be
- 15 able to handle 4,000 orders per day by the end of January
- 16 1997. Do you see that in the last paragraph?
- 17 A. I see it.
- 18 Q. Were you consulted by Mr. Moulton?
- 19 A. No.
- 20 Q. I take it you were not involved in the
- 21 calculation of the estimate of 4,000 orders per day by the
- 22 end of January 1997?
- 23 A. No.
- Q. Just bear with me a second. I am just checking
- 25 the subjects here that -- most of them have been covered 0167
- l already.
- 2 MR. KOLTO-WININGER: Sure.

- 3 MR. ETTINGER: Q. I just did want to follow up
- 4 on the May 31st, 1997, update to RMI, or they call it
- 5 update, or what's the term of art?
- 6 MR. KOLTO-WININGER: Refease.
- 7 THE WITNESS: Release.
- 8 MR. ETTINGER: Q. Release 3.0, correct?
- 9 A. Yes.
- 10 Q. Is that the release that's going to allow for a
- 11 process that the industry refers to as, quote,
- 12 flow-through?
- 13 A. Yes.
- 14 MR. ETTINGER: All right. Thank you. That
- 15 completes my questioning. Thank you for your patience.
- 16 Even if your counsel was bored, I hope you weren't too
- 17 bored.
- 18 THE WITNESS: I found it very interesting.
- MR. HARRIS: Would you like to continue on
- 20 through or do you need a quick break, or what?
- 21 MR. KOLTO-WININGER: How long do you think you
- 22 are going to be?
- 23 MR. HARRIS: Probably less than 20 minutes.
- THE WITNESS: Okay. Let's continue on.
- 25 EXAMINATION BY MR. HARRIS

- MR. HARRIS: Q. Good afternoon, Ms. Wood. My
- 2 name is Glenn Harris, and I am counsel for Brooks Fiber
- 3 Communications. I have a few questions, mostly
- 4 definitional and organizational clarifications. I need
- 5 some help from you to understand the larger picture.

- 6 First of all, is it an accurate statement that
- 7 you were responsible for developing resale processes in
- 8 the LISC?
- A. Yes.
- 10 Q. And that you used to be responsible for
- 11 developing facilities based processes?
- 12 A. For the LISC, yes.
- 13 Q. Yes. Prior to your current position, you used
- 14 to be responsible for facilities based processes?
- 15 A. Yes. Actually, I had both facilities based and
- 16 resale.
- 17 Q. But your current responsibilities do not include
- 18 facilities based processes; is that correct?
- 19 A. That's correct.
- 20 Q. Who is currently responsible for facilities
- 21 based processes?
- 22 A. Joyce Miller.
- Q. Do you and Joyce both work as part of the
- 24 business process group?
- 25 A. We are in two different BP organizations. We 0169
- 1 are both in inventory markets group. Joyce is in the
- 2 Eileen Arbues organization and I am in the John Stankey
- 3 organization.
- 4 Q. So the term business process group, where does
- 5 that exactly fit into what you just described?
- 6 A. There are two of them, one for facilities based
- 7 and one for resale.

- 8 Q. With regard to the specific systems being
- 9 developed for facilities based and resale, is there an
- 10 overlap in those systems and also in processes?
- 11 A. Are you referring to the operational support
- 12 systems, the interfaces for the CLC's, or are you
- 13 referring to Pacific's internal systems used to provision
- 14 each set of products both resale and facilities based?
- 15 Q. I am referring, specifically, to those services
- 16 who provision to CLC's.
- 17 A. Okay. Both facilities based services and resale
- 18 services utilize some of the same systems. There are some
- 19 differences, but for the most part, the service order
- 20 system is the same for both facilities based and resale,
- 21 and many of the downstream maintenance and provisioning
- 22 systems are the same for both facilities and resale. The
- 23 interface systems between Pacific and the CLC's for
- 24 facilities based and resale are somewhat different.
- 25 Q. Can you be more specific?
- 0170
- A. Okay. For facilities based products, including
- 2 unbundled loop, interim number portability, and local
- 3 interconnection, it is the Cesar system that's used by the
- 4 facilities based CLC's to order those services.
- 5 Resale, on the other hand, uses the Cleo, which
- 6 is a subsystem of Cesar, for the ordering of its services,
- 7 basic and PBX, and then uses Pacific Bell's service
- 8 manager for the ordering of Centrex and ISDN.
- 9 Q. Thank you. That does help. John Stankey, his
- 10 current title is resale operations vice president; is that

- 11 correct?
- 12 A. Yes.
- 13 Q. He has nothing to do with facilities based
- 14 ordering systems or processes at this time?
- MR. KOLTO-WININGER: As far as you know.
- 16 THE WITNESS: As far as I know?
- 17 MR. HARRIS: Q. No. I understand from your
- 18 prior testimony today that increased mechanism -- excuse
- 19 me, increased mechanization is crucial to the achievement
- 20 of parity between Pacific Bell's retail provisioning and
- 21 its resale provisioning to CLEC's; is that correct?
- 22 A. Well, I believe what I said was that in the
- 23 nature of the process and the mechanization associated
- 24 with resale services, there are delays inherent in that
- 25 process that don't exist on the retail side of the 0171
- 1 business. So in that sense, I mean -- you know, I can't
- 2 make the broad statement that says that mechanization is
- 3 crucial to bring us into parity.
- 4 There are certain circumstances in which some
- 5 level of process change or mechanization is necessary to
- 6 bring us into parity, and that, specifically, I
- 7 referenced -- was referencing new services and new
- 8 services for residential customers, whether it's quick
- 9 dial tone or connected facility.
- 10 MR. HARRIS: Off the record.
- 11 (Discussion off the record.)
- 12 MR. HARRIS: Q. Now, you also stated that

- 13 mechanization did not occur in certain circumstances,
- 14 using complexity of some services that Pacific Bell was
- 15 required to offer pursuant to the resale decision in March
- 16 of 1996; is that correct?
- 17 A. I believe what I said was that mechanization did
- 18 not occur in the time frame that we had thought it would
- 19 occur, due to complexity of the development effort, not
- 20 necessarily in direct relationship to the products. But
- 21 essential development of the systems has -- is a much more
- 22 complex development cycle than we had originally
- 23 anticipated.
- Q. And that is, in part, because of the complexity
- 25 of the services and/or features?

- A. No. I don't think that it has anything to do
- 2 with the service end or features. I think it has to do
- 3 with the complexity of the interface between Pacific and
- 4 the CLC's.
- 5 It also has to do with the lack of national
- 6 standards around that interface up until fourth quarter of
- 7 1996. There are a number of different factors that go
- 8 into systems development. And systems development of this
- 9 magnitude and the complexity of it has resulted in delays,
- 10 in terms of when we are getting that mechanization.
- 11 Q. So then, why is it that with the 5/31 release,
- 12 there will not be flow-through capability for ISDN and
- 13 Centrex services on resale?
- 14 A. That has largely to do with the complexity of
- 15 the business processes associated with those services.

- 16 They are much more complex business processes. It doesn't
- 17 have a direct relationship to the complexity of the
- 18 product, but the process that goes into supporting those
- 19 products.
- 20 Q. Could you be more specific about what,
- 21 specifically, you mean by that?
- 22 A. Sure. Let me take Centrex, because I am most
- 23 familiar with Centrex, rather than ISDN.
- 24 In the case of Centrex, there are ancillary
- 25 processes that must occur before the actual ordering 0173
- 1 process can commence. We have to do -- they're called
- 2 M-1031's. They are, essentially, a -- it's, essentially,
- 3 a manual process today, even in our retail business, that
- 4 lays out the nature of the Centrex service prior to
- 5 actually issuing a service order within the system,
- 6 because there's pre-provisioning information that the
- 7 service rep needs to include on that service order when
- 8 they enter it into the system. So -- and that's just one
- 9 example of some of the ancillary or peripheral functions
- 10 that need to occur prior to actual order issuance.
- And with some of these products, there are --
- 12 there's more than one of these functions that needs to be
- 13 performed prior to the actual issuance of service. In
- 14 some cases, you have to do a certain level of loop or
- 15 facility reservation, or determination of facility
- 16 availability, before you get into the actual provisioning
- 17 process. You may have to ensure that you have conditioned

- 18 pairs available at the location for which you are ordering
- 19 service.
- 20 There are translations that need to be put into
- 21 the switch prior to, again, the actual issuing of service
- 22 orders. So there are a number of different things that
- 23 have to go on as a result of ensuring that the service
- 24 will work once it's provisioned, and they are not all
- 25 service order driven processes.

- 1 Q. So to the best of your knowledge, is the time
- 2 between when the end user places the order, either with
- 3 the CLC or with Pacific Bell, on retail, is the time
- 4 interval between that placing the order and the actual
- 5 provisioning of the service the same?
- 6 A. Yes.
- 7 Q. You stated previously that you met with Greg
- 8 Torretta and you discussed resale processes and
- 9 development priorities, and also the national forums or
- 10 the OBF proceeding at the FCC. What, specifically, were
- 11 the development priorities that you decided upon with
- 12 Mr. Torretta?
- 13 A. In terms of systems development?
- 14 Q. Yes.
- 15 A. Essentially, the first priority being to
- 16 establish an interface by which CLC's can order basic
- 17 exchange resale services, which we expected and which have
- 18 been proven to be the highest volume of services, so that
- 19 was the first priority, to establish what is now the
- 20 resale mechanized interface or RMI, the NDM interface

- 21 between us and CLC's.
- Then came the ability to send responses to those
- 23 requests, again through the RMI. The ability to send back
- 24 Firm Order Confirmations, completions, rejects, those
- 25 things that constitute automated responses back to the 0175
- 1 CLC.
- Then, of course, there's the tracking of the
- 3 requests as they come into the LISC and the need for the
- 4 LISC to be able to get status on the requests, in terms of
- 5 where it resides within the LISC, who's got it, who is
- 6 working on it, where it is within the order issuance
- 7 process, the response process, and most recently, the
- 8 priority associated with the 5/31 flow-through effort.
- 9 Q. Will the 5/31 flow-through or 5/31 release
- 10 create parity in the provisioning intervals for all
- 11 services and features, which Pacific Bell offers to its
- 12 retail customers, as Pacific Bell offers on resale to
- 13 CLEC's?
- 14 A. Well, for the most part, we have parity today in
- 15 those provisioning intervals. The only area for which
- 16 there exists some disparity is in new connects for
- 17 residential services with quick dial tone and connected
- 18 facilities. The flow-through effort should facilitate --
- 19 bring us in closer parity with the retail business with
- 20 you. I cannot say with absolute certainty that it will
- 21 close the gap entirely.
- Q. Are there services and features that will be

- 23 excluded from flow-through capability with the 5/31 RMI
- 24 release?
- 25 A. The 5/31 RMI release is expected to address 0176
- 1 migration activities for basic exchange services, so PBX
- 2 is not included in that effort, neither is Centrex or
- 3 ISDN.
- 4 Q. Specifically, services which have flow-through
- 5 capability to Pacific Bell in retail, which ones of those
- 6 services and features will be excluded from the
- 7 flow-through capability of the 5/31 release of Pacific
- 8 Bell's retail side?
- 9 A. I don't know that I would categorize the
- 10 mechanization on the retail side of the business as
- 11 flow-through, because an end-user customer does not have
- 12 electronic interface with Pacific Bell by which to order
- 13 services. So in that sense, you know, I wouldn't
- 14 necessarily categorize that as flow-through.
- 15 Q. Specifically then, the CLEC placing the order on
- 16 behalf of the end user, which services and features which
- 17 Pacific Bell enjoys flow-through capability will a CLEC
- 18 not have that same flow-through capability upon the 5/31
- 19 release?
- 20 MR. KOLTO-WININGER: Do you understand the
- 21 question?
- 22 THE WITNESS: I understand the question.
- 23 MR. KOLTO-WININGER: Could we go off the record
- 24 just for a second?
- 25 (Discussion off the record.)